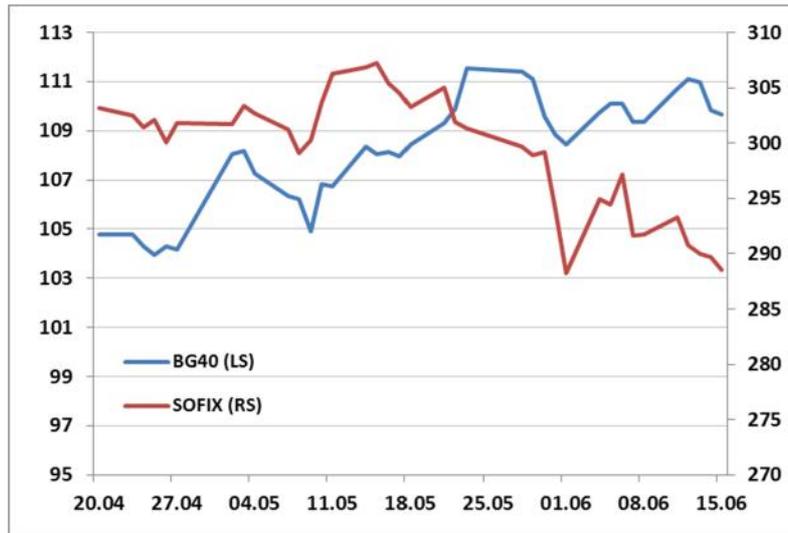
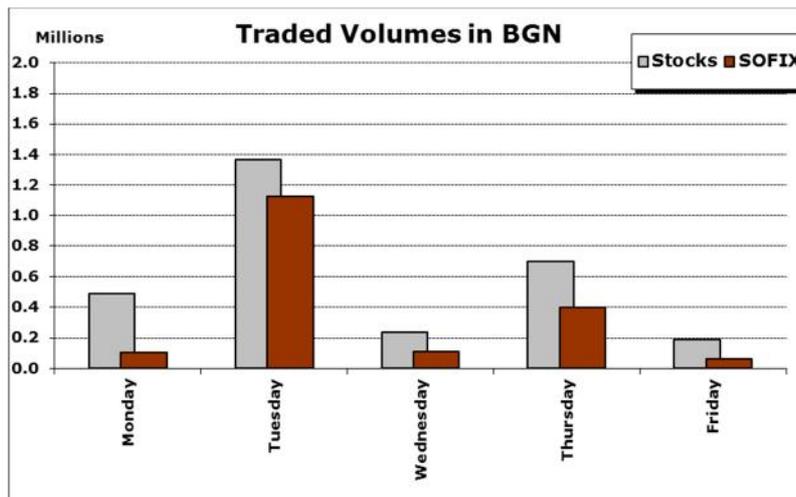


**Market Trend**



The market slump on weekly basis as SOFIX lost 1.11%. The main index remained under pressure in low volumes. The level of 300 points provides strong resistance and we don't expect to be break in short term. The international markets had no impact on BSE. The Bulgarian investors remained reluctant to the trading.

**Trading Activity**



The total volumes remained weak. The lack of institutional investors pushed down the turnover. Among stocks in focus the banking sector was subject of interest.

**SOFIX**

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.65	0.92%	1.65	1.68
Bulgartabac Holding	47.00	5.32%	44.25	47.00
ELARG Opportunity Fund REIT	1.85	-1.70%	1.82	1.85
Central Cooperative Bank	0.59	-7.19%	0.58	0.59
Chimimport	1.00	-2.62%	1.00	1.04
Neochim	27.00	-0.04%	27.00	28.00
M+S Hydraulic	6.32	-4.99%	6.14	6.32
Eurohold Bulgaria	0.96	-4.10%	0.97	1.00
First Investment Bank	1.52	-1.62%	1.48	1.52
Industrial Holding Bulgaria	0.61	-1.61%	0.61	0.63
Kaolin	2.00	0.00%	2.00	2.13
Monbat	4.25	-1.16%	4.10	4.19
Sopharma	2.25	-2.30%	2.25	2.27
Stara Planina Hold	2.03	-3.38%	2.00	2.10
Bulgaria Real Estate Fund REIT	0.68	-3.81%	0.69	0.70

SOFIX's components closed preliminary in the red. Chimimport (6C4) and its subsidiary Central Cooperative Bank (4CF) continued to be under pressure and hit new historical bottoms. The holding company announced restructuring of its company. Chimimport Group (with all producing companies of the holding) will be merged in Zarneni Hrani Bulgaria (T43). The investors had modest reaction on the news. First Investment Bank (5F4) also was on the downside. The publishers of a major Bulgarian press group, formerly owned by WAZ Mediengruppe, were officially charged Tuesday with money laundering, tax evasion, and document fraud. One of them is the majority owner of Sopharma (3JR). The investors didn't react on the news.

**News**

- 11 June 2012:** The GMS of Hydraulic Elements and Systems (4HE) dated June 08, 2012 has taken the following dividend distribution decision for the year 2011: Gross dividend per share: BGN 0.30  
 The right on dividend will be entitled to all shareholders registered in the Central Depository up to 14 days after the GMS date i.e. by June 22, 2012 (Record Date). The final date for transacting shares of this company on the floor of BSE-Sofia, as a result of which the owner will be entitled to obtain dividend, will be June 20, 2012 (i.e. Ex Dividend Date: June 21, 2012).
- 11 June 2012:** Decision of the Board of Directors of Yuri Gagarin (4PX) to conclude an investment credit contract with First Investment Bank (5F4) to the amount of EUR 6 million (or BGN 11.7 million) for the purpose to fund the purchase of 100 % of the units of company Filstyle-Hungary, Hungary.
- 12 June 2012:** On the grounds of Article 151 (5) of the POSA and in connection with a tender offer submitted by EVN AG to the Financial Supervision Commission, the Managing Board of EVN Bulgaria Elektrorazpredelenie (EV6) presents its opinion on the Tender Offer in question.
- 14 June 2012:** The Board of Directors of Stara Planina Hold (5SR) will propose at the forthcoming General Shareholders' Meeting to distribute out of the net 2011 profit a sum to the amount of BGN 290 566 in order to pay out dividends, and the remainder of the profit is to be carried to the Reserves.
- 15 June 2012:** The public is hereby advised of decisions adopted on the part of the managerial bodies of Zarneni Hrani Bulgaria (T43) and Chimimport Group EAD with regard to the commencement of a procedure on a transformation under Chapter Sixteen of the Commerce Act, under which procedure the joint-stock company Chimimport Group EAD, Sofia City, is to merge with Zarneni Hrani Bulgaria.

Disclaimer

**Analyst Certification:** The research analyst(s) certifies that: (1) all of the views expressed in this document accurately reflect his or her personal views about any and all of the subject securities or issuers; (2) no part of any of the research analyst's compensation was, is, or will be directly or indirectly related to the specific recommendations or views expressed by the research analyst(s) in this document.

**Financial Interest:** ELANA Trading may trade or own shares of the analyzed companies. The research analyst(s) is not holding shares of the analyzed companies, unless otherwise noted.

**Regulatory Authority:** Financial Supervisory Commission, *Shar Planina* Street 33, 1303 Sofia, Bulgaria

**Information Disclosure:** All reasonable care has been taken to ensure the facts stated are accurate and opinions given are fair and reasonable. Our recommendations are based on information available to the public that we consider to be reliable but for the completeness and accuracy of which we assume no liability. Neither ELANA Trading, nor its directors, officers or employees shall in any way be responsible for its contents. The views expressed may differ from the views of other firm departments or representatives. Additional information is available upon request. Unless otherwise noted, sources for all information in charts and tables are ELANA Trading's calculations.

**Risks for Investors:** Information in this document should not be regarded as an offer to buy or sell any financial instruments. The investment possibilities discussed in this document may not be suitable for certain investors depending on their specific investment objectives and time horizon or in the context of their overall financial situation. In particular, the risks associated with an investment in the securities or the financial instruments under discussion are not explained in its entirety.

The prices or values of the securities may go down as well as up and can fluctuate and fall against the investor. The securities or investments may cause the investor to lose the amount invested. Past performance is not a guide to future performance. Changes in exchange rates may have an adverse effect on the value, price or income of the securities or investments.

**Valuation Methods:** Company valuations are based on the following methods: multiple-based (P/E, P/B, EV/EBITDA), historical valuation approaches, peer comparisons, discount models (DCF, DDM) or asset-based evaluation methods. Valuation models are dependent on macroeconomic factors, including interest rates, foreign exchange rates, prices of raw materials, and any expectations about the economy, the market sentiment. The valuation is based on expectations that might change rapidly and without notice, depending on developments specific to individual industries and countries. Recommendations and target prices derived from the models might therefore change accordingly. The application of models depends on forecasts of a range of economic variables, thus there is a range of reasonable variations within models. Any valuation is dependent upon inputs that are based on the subjective opinion of the analysts carrying out this valuation.

**Recommendations:** Analyst(s) recommendations are based on the specific factors for the company, sector, country and global developments, as compared to market indices. Recommendations and opinions reflect ELANA Trading's expectations over the 12-month period following publication from the perspective of long-only investment clients. ELANA Trading reserves the right to express different or contrary recommendations and opinions for different timescales or for other types of investment client. Except as otherwise noted, expected performance over next 12 months vary for different recommendations for Bulgarian stocks as follows:

<b>Outperform</b>	More than 5% higher as compared to SOFIX and BG40 performance
<b>Market Perform</b>	Market performance, +/-5% as compared to SOFIX and BG40
<b>Underperform</b>	More than 5% lower as compared to SOFIX and BG40 performance

**Frequency of Recommendations:** No schedule of recommendations is available. The frequency of recommendations depends on specific factors to individual companies and the opinion of the analyst(s) for the necessity of minor or major changes.

For more information, please contact:

Research analyst  
Tsvetoslav Tsachev  
Tamara Becheva

Phone:  
+359 2 810 00 23  
+359 2 810 00 27

E-mail:  
[tsachev@elana.net](mailto:tsachev@elana.net)  
[becheva@elana.net](mailto:becheva@elana.net)

Internet:  
[www.elana.net](http://www.elana.net)  
[www.elana.net](http://www.elana.net)